



Market Summary

DOW	15595.16	-20.39	PEYTO ENERGY	30.67	-.69	POLARIS	1.65	-.04
TSE	13318.22	-19.65	WESTERN FOREST	1.57	+.03	CANADIAN \$	0.9600	+0.0010
S&P	1762.56	+0.92	CATALYST	1.04	--	EURO	1.3520	+.0034
NASDAQ	3926.61	+4.57	CANFOR	21.60	+.22	COPPER	3.25	-.04
TSX VENTURE	956.84	+1.51	REDSTAR GOLD	0.08	--	CRUDE OIL	95.44	-.07
SILVER	21.80	-.04	LUMBER	372.70	+4.60	NATURAL GAS	3.50	-.09
GOLD	1317.10	+3.90	TIM HORTON'S	62.69	+.13	PRIME RATE	3.00%	

Market Commentary

- **Weyerhaeuser Company** today announced its homebuilding subsidiary, Weyerhaeuser Real Estate Company ("WRECO"), will combine with a subsidiary of TRI Pointe Homes, Inc. (NYSE: TPH) ("TRI Pointe") in a Reverse Morris Trust transaction.
- **BLACKBERRY RECEIVES INVESTMENT OF U.S. \$1 BILLION FROM FAIRFAX FINANCIAL AND OTHER INSTITUTIONAL INVESTORS**

BlackBerry Ltd. has entered into an agreement pursuant to which Fairfax Financial Holdings Ltd. and other institutional investors will invest in BlackBerry through a \$1-billion (U.S.) private placement of convertible debentures. Fairfax has agreed to acquire U.S. \$250 million principal amount of the Debentures. The transaction is expected to be completed within the next two weeks.

Under the terms of the transaction, the Purchasers will subscribe for U.S. \$1 billion aggregate principal amount of 6% unsecured subordinated convertible debentures (the "Debentures") convertible into common shares of BlackBerry at a price of U.S. \$10.00 per common share (the "Transaction"), a 28.7% premium to the closing price of BlackBerry common shares on November 1, 2013. The Debentures have a term of seven years. Based on the number of common shares currently outstanding, if all of the U.S. \$1 billion of Debentures were converted, the common shares issued upon conversion would represent approximately 16% of the common shares outstanding after giving effect to the conversion.

John S. Chen will be appointed Executive Chair of BlackBerry's Board of Directors and, in that role, will be responsible for the strategic direction, strategic relationships and organizational goals of BlackBerry. Prem Watsa, Chairman and CEO of Fairfax, will be appointed Lead Director and Chair of the Compensation, Nomination and Governance Committee and Thorsten Heins and David Kerr intend to resign from the Board at closing.

In addition, Mr. Heins will step down as Chief Executive Officer at closing and Mr. Chen will serve as Interim Chief Executive Officer pending completion of a search for a new Chief Executive Officer.

Markets have drifted lower but speculation surrounding the possibility of a European Central Bank interest rate cut during its policy meeting on Thursday pushed **Canada's main stock index** slightly higher at the open despite a sharp drop in BlackBerry's share price. MacDonald Dettwiler and Associates Ltd, NuVista Energy and Toromont Industries are among the companies scheduled to report quarterly earnings. **Wall Street** pointed higher ahead of key employment data later in the week which could provide hints on when the Federal Reserve will decide to taper its stimulus program. The **euro** recovered from a six-week low against the **dollar**. Strong manufacturing data from Spain and Italy and positive earnings from HSBC supported **European markets**, while most **Asian markets** ended lower.

- **Postmedia Network Canada Corp** (PNCa). U.S. hedge fund **Silver Point Capital LP** has bought a 19 percent stake in the newspaper company, a regulatory filing showed. In the filing dated Oct. 10, Greenwich, Connecticut-based Silver Point said it had acquired almost 7.5 million of Postmedia's Class B shares for investment purposes only and not with a view to influencing the control or direction of Postmedia.
- **Pembina Pipeline Corp** (PPL). The company's third-quarter earnings increased to \$71.8 million, or 22 cents per share, from \$30.7 million, or 11 cents per share, in the same period of 2012. It reported revenue of \$1.30 billion, up from \$815.4 million.
- **Canadian National Railway Co** (CNR). A train carrying lumber and sulfur dioxide derailed in the Western Canadian province of Alberta on Sunday, but there were no injuries or spills of dangerous goods, a spokesman for the railway said. A spokesman for Canadian National said the dangerous-goods car was upright and not leaking and there were no environmental concerns or threats to the public.
- **Fairfax Financial Holdings Ltd** (FFH). The company is struggling to raise financing for its \$4.7 billion bid for **BlackBerry Ltd** (BB), with several large banks declining to participate on concerns that the smartphone maker will not be able to reverse its fortunes, according to people familiar with the matter. Fairfax is working with Bank of America Merrill Lynch and BMO Capital Markets to put together a lending syndicate for a deal, but they have been turned down by several large lenders, the sources said.

ANALYSTS' RECOMMENDATIONS

- **Fairfax Financial Holdings Ltd (FFH)**. CIBC cuts to sector underperformer from sector performer, cuts target price to C\$400 from C\$425 after the company reported greater-than-expected investment losses and decline in BV
- **Stantec Inc (STN)**. CIBC raises target price to C\$66 from C\$50 after the company posted strong third-quarter results, says fourth-quarter outlook is strong



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